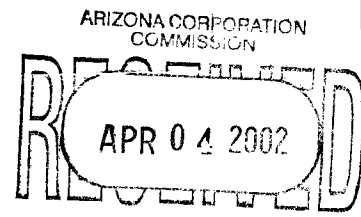


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

D

W-01984A
DAIRYLAND WATER CO-OP
P.O. BOX 7997
CHANDLER AZ 85246-7997



Director of Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2001
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FOR COMMISSION USE

ANN04	01
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Processed by:

4-5-02 cm

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Dairyland Water CO-OP</u>		
Mailing Address <u>PO Box 7997</u>		
<u>Chandler</u> (City)	<u>AZ</u> (State)	<u>85246-7997</u> (Zip)
<u>480-963-9522</u> Telephone No. (Include Area Code)	<u>480-963-9509</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address <u>—</u>		
Local Office Mailing Address <u>Same as above</u>		
 (City)	 (State)	 (Zip)
<u>Same as above</u>		
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address <u>—</u>		

MANAGEMENT INFORMATION

Management Contact: <u>William J. Rezzorico</u>			<u>Manager</u>
 (Name)			 (Title)
<u>PO Box 7997</u> (Street)	<u>Chandler</u> (City)	<u>AZ</u> (State)	<u>85246-7997</u> (Zip)
<u>480-963-9522</u> Telephone No. (Include Area Code)	<u>480-963-9509</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address <u>—</u>			
On Site Manager: <u>Same as above</u>			
 (Name)			
 (Street)	 (City)	 (State)	 (Zip)
 Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address <u>—</u>			

Statutory Agent: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Plattner, Schneidman & Schneider

(Name)

1707 E. Highland, Suite #190 Phoenix

(Street)

(City)

AZ

(State)

85016

(Zip)

602-274-7955

Telephone No. (Include Area Code)

602-285-5589

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☒ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

Dairyland Water Co-op

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	400	n/A	400
304	Structures and Improvements	520	520	Ø
307	Wells and Springs			
311	Pumping Equipment Pump, Booster Pump	24640	21304	3336
320	Water Treatment Equipment Backflow, Chlorinating System	20999	20999	Ø
330	Distribution Reservoirs and Standpipes, Pressure Tank	9640	9640	Ø
331	Transmission and Distribution Mains Pipelines	75432	72673	2759
333	Services			
334	Meters and Meter Installations	885	885	Ø
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment Compressor	2140	1204	936
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	134,656	127,225	7431

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Dairyland Water Co-02

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment <i>Pump, Booster Pump</i>	6951	32.0%	2224
320	Water Treatment Equipment <i>Backflow, Chlorinating System</i>			
330	Distribution Reservoirs and Standpipes <i>Pressure Tank</i>			
331	Transmission and Distribution Mains <i>Pipeline S</i>			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment <i>compressor</i>	2140	17.5%	375
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	9091		2599

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

COMPANY NAME	<i>Dairyland Water Co-op</i>
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BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 35585	\$ 35870
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	(256)	3088
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	900	400
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 36229	\$ 39358
	FIXED ASSETS		
101	Utility Plant in Service	\$ 134,656	\$ 134,656
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	124,626	127,225
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 10030	\$ 7431
	TOTAL ASSETS	\$ 46259	\$ 46,789

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

Dainford Water Co-op

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ —	\$ —
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ —	\$ —
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	45134	45664
218	Proprietary Capital (Sole Props and Partnerships) <i>other (memberships)</i>	1125	1125
	TOTAL CAPITAL	\$ 46259	\$ 46789
	TOTAL LIABILITIES AND CAPITAL	\$ 46259	\$ 46789

COMPANY NAME

Dairyland Water Co-op

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 41515	\$ 47951
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 41515	\$ 47951
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	14840	14884
618	Chemicals	2290	2400
620	Repairs and Maintenance	22238	22315
621	Office Supplies and Expense	44	220
630	Outside Services	807	760
635	Water Testing		
641	Rents		
650	Transportation Expenses	240	300
657	Insurance – General Liability	604	463
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	1914	2599
408	Taxes Other Than Income	800	918
408.11	Property Taxes	2390	2562
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 46157	\$ 47421
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/EXP	\$ —	\$ —
	NET INCOME/(LOSS)	\$ (4642)	\$ 530

COMPANY NAME

Dainford Water Co-op

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$

Meter Deposits Refunded During the Test Year

\$

COMPANY NAME

Dairiford Water Co-op

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
55-5800711	25HP	200	12	4

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Gilbert Water		—

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = _____

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15HP	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
50,000	1	5000	1
		10000	1

STATISTICAL INFORMATION

Total number of customers	<u>13</u>
Total number of gallons sold	<u>44,954,170</u> gallons

COMPANY NAME Dairymaid Water Co-op YEAR ENDING 12/31/2001

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>530</u>
Estimated or Actual Federal Tax Liability	<u>—</u>
State Taxable Income Reported	<u>0</u>
Estimated or Actual State Tax Liability	<u>50</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>/</u>
Amount of Gross-Up Tax Collected	<u>/</u>
Total Grossed-Up Contributions/Advances	<u>/</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

DATE

PRINTED NAME

TITLE

COMPANY NAME Dairyland Water Co-op YEAR ENDING 12/31/2001

**WATER AND SEWER
UTILITIES ONLY**

PROPERTY TAXES

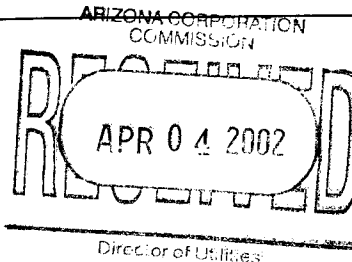
Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)

\$ 2561.54

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**



VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE <u>William J. Bertorello - Manager</u>
COMPANY NAME <u>Dairiland Water Co-op</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

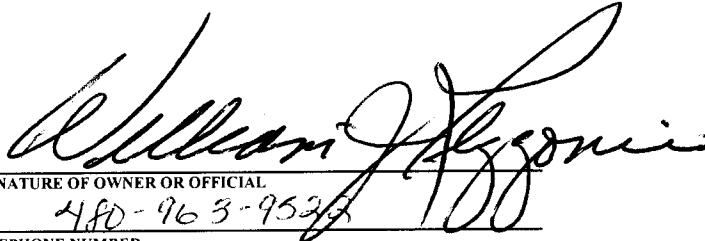
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 50874

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 2923
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL

480-963-9533

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

1st

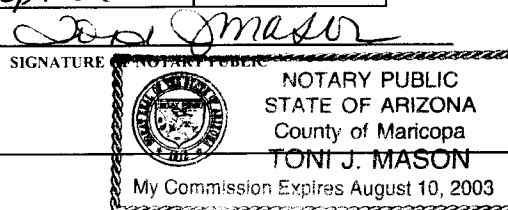
DAY OF

COUNTY NAME <u>Maricopa</u>	
MONTH <u>April</u>	2002

(SEAL)

MY COMMISSION EXPIRES

8/10/03



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

(COUNTY NAME)	
NAME (OWNER OR OFFICIAL)	TITLE
COMPANY NAME	

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ _____

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ _____
IN SALES TAXES BILLED, OR COLLECTED

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

X _____
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

--

DAY OF

(SEAL)

MY COMMISSION EXPIRES

NOTARY PUBLIC NAME	
COUNTY NAME	
MONTH	, 20

X _____
SIGNATURE OF NOTARY PUBLIC

2379

DAIRYLAND WATER, INC.
DBA DAIRYLAND WATER CO-OP
P. O. BOX 34
HIGLEY, AZ 85236

9/25/01 18

91-527/1221

PAY
TO THE
ORDER OF

Maricopa County Treasurer

\$ 2561.54

Two thousand five hundred sixty-one 54/100

DOLLARS



Norwest Bank Arizona, N.A.
Downtown Mesa Office 07
305 E. Main St.
Mesa, AZ 85201

FOR

Parcel 649-34-109 f

⑈00002379⑈ ⑆122105278⑆ ⑈6445001070⑈

⑈0000256154⑈

09272001 2701 012 0108 0018 64934109 8 0025012701

HFB TEMPE, AZ 09272001
TRACER# 3701 001

1221-0527-8

1936149033

CREAT TO ACCT OF
NAMED PAYEE WITH-
OUT PREJUDICE
ABSENCE OF ENDORSE-
MENT CANNOT BE
CASHED HERE

1 SE '01 27

122100024

ONE, ARIZONA, N.A.
PHOENIX, ARIZONA

ESTABLISHED